June 16, 2004 Exhibit 140-0 FCIC-Appendix III

#### LIVESTOCK GROSS MARGIN (LGM) PREMIUM REQUIREMENTS FOR eDAS Format/Edits

| Section/Attribute        | Description/Edit  |  |  |  |  |
|--------------------------|---|--|--|--|--|
|                          |   |  |  |  |  |
| PREMIUM                  | "PREMIUM" is the title of this section. It identifies the opening and closing of this xml section. This document provides additional reporting requirements of data under this section.   |  |  |  |  |
|                          | Crop Policy precedes Premium.   |  |  |  |  |
|                          | The process flag and/or change flag submitted for this section will be inherited unless otherwise indicated. Example: <premium flag="2" process="">.</premium>  |  |  |  |  |
| CHANGE_FLAG (ATTRIBUTE)  | If Process Flag = 2 or 5 certain data will be allowed to change after initial acceptance. Tags have been identified by flags below. Flag of '1' will only be allowed to change data identified by '1'. Flag of '2' will be allowed to change data identified by '1 or 2'. Flag of '3' will be allowed to change any data. Valid flags:  1 = general 2 = company approval 3 = RMA approval |  |  |  |  |
|                          | Change flag will default to 2 unless otherwise indicated.   |  |  |  |  |
| PROCESS_FLAG (ATTRIBUTE) | Valid flags:  1 = original  2 = modify  3 = delete  4 = validate (original)  5 = validate (modify)  6 = quote (only applicable for premium)  7 = retrieve  8 = cancel (only not applicable for Livestock crop policy AGR/AGR L)   |  |  |  |  |
|                          | Process flag will default to 1 unless otherwise indicated.  |  |  |  |  |

# LIVESTOCK GROSS MARGIN (LGM) PREMIUM REQUIREMENTS FOR eDAS Format/Edits

| U-             |   |          |                    |            |              |             |                  |  |
|----------------|---|----------|--------------------|------------|--------------|-------------|------------------|--|
| No.            | Tag                                     | Key      | Level of<br>Change | IN/<br>OUT | REQ/<br>OPT/ | Max<br>Size | Picture          | Description/Edit   |
|                |   |          |                    |            | CON          |             |                  |  |
|                |   |          |                    |            |              |             |                  |  |
| 1              | <record_<br>NUMBER&gt;</record_<br>     | Y        | NA                 | Y/Y        | REQ          | 3           | 9(03)            | Must be > 000 and unique within a policy (fields 2 thru 6).  |
| 2              | <approval_<br>NUMBER&gt;</approval_<br> |          | NA                 | N/Y        | REQ          | 8           | 9(08)            | Approval Number assigned by UCM.   |
| 3              | <ins_sign_dt></ins_sign_dt>             |          | 2                  | Y/Y        | REQ          | 10          | X(10)            | Insured Signature Date of the Target Market. Format MM/DD/YYYY. Numeric with slashes. Cannot exceed current date.                              |
| 4              | <agent_id_<br>CODE&gt;</agent_id_<br>   |          | 2                  | Y/Y        | REQ          | 9           | X(09)            | Agent ID Code of the agent that is responsible for this information and accepted on the database.  |
| 5              | <agent_sign_dt></agent_sign_dt>         |          | 1                  | Y/Y        | REQ          | 10          | X(10)            | Agent Signature Date of the Target Market. Format MM/DD/YYYY. Numeric with slashes. Cannot exceed current date.                                |
| 6              | <legal></legal>                         |          | 1                  | Y/Y        | OPT          | 13          | X(13)            | Location of covered swine legal description (SSS-TTTD-RRRD).   |
| 7              | <target_<br>MARKET_I&gt;</target_<br>   |          | 3                  | Y/Y        | REQ          | 5.          | <del>9(05)</del> | Target Marketings for First Month. Number of swine the insured expects to market in the first month of the insurance period. (Feb. or Aug.)    |
| 7 <del>8</del> | <target_<br>MARKET_2&gt;</target_<br>   |          | 3                  | Y/Y        | REQ          | 5           | 9(05)            | Target Marketings for Second Month. Number of swine the insured expects to market in the second month of the insurance period. (Mar. or Sept.) |
| <del>89</del>  | <target_<br>MARKET_3&gt;</target_<br>   |          | 3                  | Y/Y        | REQ          | 5           | 9(05)            | Target Marketings for Third Month. Number of swine the insured expects to market in the third month of the insurance period. (Apr. or Oct.)    |
| 91             | <target_<br>MARKET_4&gt;</target_<br>   | <b>V</b> | 3                  | Y/Y        | REQ          | 5           | 9(05)            | Target Marketings for Fourth Month. Number of swine the insured expects to market in the fourth month of the insurance period. (May or Nov.)   |
| 10             | <target_<br>MARKET_5&gt;</target_<br>   |          | 3                  | Y/Y        | REQ          | 5           | 9(05)            | Target Marketings for Fifth Month. Number of swine the insured expects to market in the fifth month of the insurance period. (June or Dec.)    |

## LIVESTOCK GROSS MARGIN (LGM) PREMIUM REQUIREMENTS FOR eDAS Format/Edits

| No.                | Tag   | Key | Level of<br>Change | IN/<br>OUT | REQ/<br>OPT/<br>CON | Max<br>Size | Picture                       | Description/Edit   |
|--------------------|---|-----|--------------------|------------|---------------------|-------------|-------------------------------|--|
| 11<br>2            | <target_<br>MARKET_6&gt;</target_<br>       |     | 3                  | Y/Y        | REQ                 | 5           | 9(05)                         | Target Marketings for Sixth<br>Month. Number of swine the<br>insured expects to market in the<br>sixth month of the insurance  |
| 13                 | < <u>EXP_GROSS_</u><br>MARGIN_1>            |     | NA                 | N/Y        | REQ                 | 10          | <del>(+/-)</del><br>9999,9999 | period. (July or Jan.) Expected Gross Margin per swine for First Month from ADM L Suffix P. Only the negative symbol ( ) will appear   |
| 12<br>4            | <exp_gross_<br>MARGIN_2&gt;</exp_gross_<br> |     | NA                 | N/Y        | REQ                 | 10          | (+/-)<br>9999.9999            | if applicable. Expected Gross Margin per swine for Second Month from ADM L Suffix P. Only the negative symbol ( - ) will appear if applicable.   |
| 13<br>5            | <exp_gross_<br>MARGIN_3&gt;</exp_gross_<br> |     | NA                 | N/Y        | REQ                 | 10          | (+/-)<br>9999.9999            | Expected Gross Margin per swine for Third Month from ADM L Suffix P. Only the negative symbol ( - ) will appear if applicable.   |
| 14<br><del>6</del> | <exp_gross_<br>MARGIN_4&gt;</exp_gross_<br> |     | NA                 | N/Y        | REQ                 | 10          | (+/-)<br>9999.9999            | Expected Gross Margin per<br>swine for Fourth Month from<br>ADM L Suffix P. Only the<br>negative symbol ( - ) will appear<br>if applicable.  |
| 15<br>7            | <exp_gross_<br>MARGIN_5&gt;</exp_gross_<br> |     | NA                 | N/Y        | REQ                 | 10          | (+/-)<br>9999.9999            | Expected Gross Margin per<br>swine for Fifth Month from<br>ADM L Suffix P. Only the<br>negative symbol ( - ) will appear<br>if applicable.   |
| 16<br>8            | <exp_gross_<br>MARGIN_6&gt;</exp_gross_<br> |     | NA                 | N/Y        | REQ                 | 10          | (+/-)<br>9999.9999            | Expected Gross Margin per<br>swine for Sixth Month from<br>ADM L Suffix P. Only the<br>negative symbol ( - ) will appear<br>if applicable.   |
| 17                 | <gross_<br>MARGIN_GUAR&gt;</gross_<br>      | •   | 3                  | Y/Y        | REQ                 | 13          | 9(10).99                      | Gross Margin Guarantee (dollar and cents) is the sum of (Target Marketings by month times Expected Gross Margins by month) times Coverage Level. Must be greater than zero. See Exhibit 140-1. |
| 18<br>20           | <liability></liability>                     |     | 3                  | Y/Y        | REQ                 | 10          | 9(10)                         | Liability is Gross Margin Guarantee rounded to whole dollars. See Exhibit 140-1.   |

### LIVESTOCK GROSS MARGIN (LGM) PREMIUM REQUIREMENTS FOR eDAS Format/Edits

Format/Edits No. Tag Key Level of IN/ REQ/ Max Picture Description/Edit OUT Change OPT/ Size CON 19 <SIMULATED NA N/Y **REO** 13 9(10).99 Simulated Losses is the sum of LOSSES> MAX(Gross Margin Guarantee minus Simmulated Gross Margins(i),0). Must be equal to or greater than zero. See Exhibit 140-1. 2<mark>0</mark> <TOTAL 3 Y/Y **REQ** 10 9(10) Total Premium is the result of PREMIUM> 1.03 times (1/25000) times Simmulated Losses. See Exhibit 140-1. If any total premium is less than \$1, round to \$1. <SUBSIDY> N/Y **REQ** 10 9(10) Subsidy not applicable for LGM, 21 NA will be zero. Additional Subsidy Flag. 22 <ADD SUBSIDY NA N/Y CON 1 X(01)FLAG> 4 Reserved. 23 <ADD SUBSIDY> NA N/Y CON 10 9(10) Additional Subsidy. Reserved. 5 24 <STATE SUBSIDY NA N/Y CON 1 X(01)State/Private Subsidy Flag. FLAG> Reserved. 6 <STATE SUBSIDY> CON 25 NA N/Y 10 9(10) State/Private Subsidy. Reserved. <PRODUCER 10 26 Y/Y **REO** 9(10)Producer Premium equals Total PREMIUM> Premium. See Exhibit 140-1. <AUTHORIZATION 27 3 Y/Y CON 5 9(05) Authorization Number provided NUM> by Reinsurance Services Division (RSD) approving the original, change or deletion. Change Flag must = 3 and Process Flag must = 1, 2, 3, 4 or 5. If changing a "Key" field with Level of Change = 2, Authorization Number assigned by administrative screen and Change Flag must = 2. <REVIEWER SSN> 2 X(09)28 Y/Y CON 9 If reviewed, Reviewer SSN. 30 Matching Reviewer information must be accepted on the database before premium will be accepted. 29 <REVIEWER SIGN 2 CON 10 Reviewer Signature Date if Y/Y X(10)DT> Reviewer SSN has been provided. Format MM/DD/YYYY. Numeric with slashes. Cannot exceed current

CON

1

X(01)

Error detected flag if Reviewer

SSN has been provided.

Valid flags: Y = Yes N= No

2

Y/Y

**30** 

<ERROR

DETECTED>

| June 16, 2004 | Exhibit 140-0                 | FCIC-Appendix III |
|---------------|-------------------------------|-------------------|
|               | LIVESTOCK GROSS MARGIN (LGM)  |                   |
|               | PREMIUM REQUIREMENTS FOR eDAS |                   |

#### Format/Edits

| No.     | Tag   | Key | Level of<br>Change | IN/<br>OUT | REQ/<br>OPT/<br>CON | Max<br>Size | Picture   | Description/Edit  |
|---------|---|-----|--------------------|------------|---------------------|-------------|-----------|---|
| 21      | <transaction< td=""><td></td><td>NIA</td><td>NI/XZ</td><td>DEO</td><td>1</td><td>V(01)</td><td>If the provision accounted floor - V</td></transaction<> |     | NIA                | NI/XZ      | DEO                 | 1           | V(01)     | If the provision accounted floor - V  |
| 31<br>3 | FLAG>   |     | NA                 | N/Y        | REQ                 | 1           | X(01)     | If transaction accepted, flag = Y.  If rejected, flag = N. If deleted, flag = D. If cancel, flag = C.   |
| 32<br>4 | <remaining_<br>CAPACITY_FY&gt;</remaining_<br>  |     | NA                 | N/Y        | CON                 | 12          | 9 (09).99 | Remaining Fiscal Year Underwriting Capacity at the time of this premium if the data passes basic validation. Excludes this premium if rejected. |

**Notes:** Key field is: Record Number (field 1).

Number of swine can't exceed 15,000 per approval and 30,000 per policy per crop year.

SSN of producer, SBI and agent will be validated to Ineligible Tracking System before premium is accepted.

Information regarding column headers:

- 1) 'Tag' identifies the naming convention used in creation of XML.
- 2) 'Key' identifies the tags that are key to the validation/storage of data.
- 3) 'Level of Change' identifies the data that is allowed to change and at what level according to Change Flag.
- 4) 'IN/OUT' identifies the direction of data, IN for input and OUT for output with flags 'N' (NO) and 'Y' (YES).
- 5) 'REQ/OPT/CON' identifies if the data is required (REQ), optional (OPT), or conditional (CON). iIf optional or conditional and there is no data to report the tag is not used.
- 6) 'Max Size' is the maximum size of data allowed for that tag.
- 7) 'Picture' identifies the type of data expected.
- 8) 'Description/Edit' gives additional information.

On an update, only the key fields that define the sections are required plus any changed fields or new sections.